

GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT

Energy Department - Sanction of **Rs.81,16,886/-** (Rs.72,24,000/- towards Arrangers' Fee (on mobilized funds of Rs.240.80 crores plus service tax @ 12.36% for Rs.8,92,886/-) to A.P. Power Finance Corporation Limited, Hyderabad towards Arrangers' Fee on A.P. Power Bonds Series 1/2012 - Administrative sanction - Orders - Issued.

ENERGY (POWER.III) DEPARTMENT

G.O.Rt.No. 108

Dated.19-07-2012.  
Read the following:-

1. G.O.Ms.No.40,Energy (Pr.III) Department, Dt.20-09-2011.
2. G.O.Rt.No.1912, Finance (Expr.AHFFCS&E) Department, Dt.23-04-2012.
3. G.O.Ms.No.75,Energy (Pr.III) Department,Dt.02-05-2012.
4. G.O.Rt.No.84, Energy (Pr.III) Department, Dt.14-05-2012
5. G.O.Rt.No.85, Energy (Pr.III) Department, Dt.14-05-2012.
6. G.O.Rt.No.2695, Finance (Expr.AHFFCS&E) Department, Dt.12-06-2012.
7. G.O.Rt.No.95, Energy (Pr.III) Department, Dt.14-06-2012.
8. G.O.Rt.No.2700, Finance (Expr.AHFFCS&E) Department, Dt.13-06-2012.
9. G.O.Rt.No.99, Energy (Pr.III) Department, Dt.19-06-2012.
10. G.O.Rt.No.2764, Finance (Expr.AHFFCS&E) Department, Dt.20-06-2012.
11. G.O.Rt.No.106, Energy (Pr.III) Department, Dt.07-07-2012.
12. From the MD, APPFCL, Lr.No.MD/APPFCL/Power Bonds (1/2012)/  
D.No.351/2012, Dt.03-07-2012.
- 13.G.O.Rt.No.3246,Finance (Expr.AHFFCS&E) Department, Dt.07-07-2012.

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O R D E R:-

In the G.O.1<sup>st</sup> read above, Government have accorded permission to the Managing Director, APPFCL for Mobilization of funds of Rs.3000 crores during the Financial Year 2011-12 by private placement of A.P.Power Bonds and also stand guarantee for repayment of the Principal amount on the due dates of the bonds and the payment of interest thereon in accordance unconditional and irrevocable Govt. Guarantee with the Budgetary support.

2. The Managing Director, APPFCL has requested the Govt., Board has resolved to raise the funds by private placement of APPFC Power Bonds (series 1/2012) to the extent of Rs.300 crores with Green Shoe Option to retain over subscription upto another Rs.500 crores in accordance of Government Guarantee for Rs.3000 crores vide G.O.Ms.No.40, Dt.20-09-2011. As per the APPFCL's Board resolution the issue was opened on 03-05-2012 and closed on 30-05-2012 with mobilization of funds for an amount of Rs.314.10 crores which includes Rs.240.80 crores through the Arrangers plus Rs.73.30 crores through direct applications (Power Utilities owned by Govt. of A.P) and Fee would be paid @ 0.30% to the Arrangers on the funds mobilized by them. They are not eligible for any Fee in respect of all direct investments and Managing Director, APPFCL has requested the Government in the letter 12<sup>th</sup> read above, to accord sanction of **Rs.81,16,886/-** (Rs.72,24,000/- towards Arrangers' Fee (on mobilized funds of Rs.240.80 crores plus service tax @ 12.36% for Rs.8,92,886/-) to APPFCL towards arrangers fee on A.P.Power Bonds Series 1/2012.

3. After careful consideration of the matter, Government hereby accord administrative sanction of **Rs.81,16,886/-** (Rs.72,24,000/- towards Arrangers' Fee (on mobilized funds of Rs.240.80 crores plus service tax @ 12.36% for Rs.8,92,886/-) (Rupees eighty one lakhs sixteen thousand eight hundred and eighty six only) to A.P. Power Finance Corporation Limited, Hyderabad towards payment of Arrangers' Fee on A.P.Power Bonds (Series I/2012) and to incur the above expenditure from the amount released in the 2<sup>nd</sup> quarter BRO issued in the G.O.13<sup>th</sup> read above.

4. The expenditure sanctioned in para 3 above, shall be debited to the following head of account:-

"2801.Power- 80.General - MH.800 - Other Expenditure -  
SH(04).Assistance to A.P. Power Finance Corporation - 310. Grants-in-Aid-  
312.Other Grants-in-Aid".

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5. The Assistant Secretary to Government, Energy Department shall draw and disburse the amount through a cheque obtained in favour of the Managing Director, A.P. Power Finance Corporation Limited, Hyderabad, with full vouchers/detailed bills.

6. The Managing Director, A.P. Power Finance Corporation Limited, Hyderabad shall submit the utilization certificate for the amount sanctioned in para (3) above.

7. This order issues in terms of Budget Release Orders issued by the Finance (Expr.AHFFCS&E) Department vide G.Os. 13<sup>th</sup> read above and concurrence of Finance (Expr.AHFFCS&E) Department vide their U.O.No.18999/148/A2/Exp.AHFFCS&E/2012 Dated 12-07-2012.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

DINESH KUMAR  
PRINCIPAL SECRETARY TO GOVERNMENT

To  
The Managing Director, A.P. Power Finance Corporation Limited, Hyderabad.  
The Director of Treasuries & Accounts, Andhra Pradesh, Hyderabad  
for issue of authorization.  
The Pay and Accounts Officer, Hyderabad.  
The Dy. Pay and Accounts Officer, Secretariat Branch, Hyderabad.  
The Energy (OP-Claims) Department.  
Copy to:- The Accountant General, A.P., Hyderabad.  
The Finance (Expr. AHFFCS&E) Department.  
SF/SCs [C.No.842/Pr.III(2)/2012)

//Forwarded:: By Order//

SECTION OFFICER